

U-Dial of Kentucky, Inc.

TELECOMMUNICATIONS SERVICES

Kentucky Tariff No. 1  
2<sup>nd</sup> Revised Page 1  
Cancels 1<sup>st</sup> Revised Page 1

Applying to Resale  
Local Phone Service  
in Kentucky

AND

CONTAINING RULES AND REGULATIONS

GOVERNING SERVICE

This Tariff is on file with the Kentucky Public Service Commission, and copies may be inspected during normal business hours at 800 E. Reelfoot Ave., Suite 200, Union City, TN 38261.

Issued by: Ellis Falkoff, President  
U-Dial of Kentucky, Inc.  
800 E. Reelfoot Ave., Suite 200  
Union City, TN 38261

PUBLIC SERVICE COMMISSION  
OF KENTUCKY  
EFFECTIVE  
03/11/2005  
PURSUANT TO 807 KAR 5:011  
SECTION 9 (1)

By  11, 2005  
Executive Director

1 CHECKLIST

Page 4 is effective on July 1, 2006. Revised sheets as named below contain all changes from the original Tariff.

| <u>PAGE</u> | <u>REVISION NO.</u>     |
|-------------|-------------------------|
| 1           | 2 <sup>nd</sup> Revised |
| 2           | 6 <sup>th</sup> Revised |
| 3           | 4 <sup>th</sup> Revised |
| 4           | 5 <sup>th</sup> Revised |
| 5           | 1 <sup>st</sup> Revised |
| 6           | 2 <sup>nd</sup> Revised |
| 7           | 5 <sup>th</sup> Revised |
| 8           | 6 <sup>th</sup> Revised |
| 9           | 8 <sup>th</sup> Revised |
| 10          | 4 <sup>th</sup> Revised |
| 10.1        | Original                |
| 10.2        | Original                |
| 11          | Original                |

Issued by: Ellis Falkoff, President  
U-Dial of Kentucky, Inc.  
800 E. Reelfoot Ave., Suite 200  
Union City, TN 38261

PUBLIC SERVICE COMMISSION  
OF KENTUCKY  
EFFECTIVE  
7/1/2006  
PURSUANT TO 807 KAR 5:011  
SECTION 9 (1)

By  5, 2006  
Executive Director

TELECOMMUNICATIONS SERVICES

U-Dial of Kentucky, Inc.

Kentucky Tariff No. 1

4th Revised Page 3

Cancels 3rd Revised Page 3

2 RULES AND REGULATIONS

U-Dial of Kentucky, Inc. (hereinafter referred to as "Company") is an alternative provider of local residential phone service. The Services described in Section 3 of this Tariff are provided to Subscribers by the Company pursuant to applicable BellSouth-approved agreements, which (T) are on file with, and have been approved by, the Kentucky Public Service Commission.

2.1 Undertaking of the Company

2.1.1 Obligation to Provide Service. The Company shall exercise its best effort to provide Services to Subscribers pursuant to the terms and conditions of the Tariff. The Company only offers local residential service where BellSouth is the ILEC. The Basic Plan offers prepaid local service and optional features; the Essential Plan offers (T) prepaid local service plus two (2) features; the Popular (T) Plan offers prepaid local service plus four (4) features; and the Premier Plan with Area Plus and the Deluxe Plan offer (T) prepaid local service with Area Plus plus ten (10) features. (T)

2.1.2 Right to Discontinue Services. The Company reserves the right to discontinue Services if the Subscriber does not pay Subscriber's bill by the specified due date, accepts any collect or third party calls, or uses any pay-per-use service. The additional charges, incurred by Subscriber for services that the Company does not allow, are due and payable to Company upon demand.

2.2 Responsibility and Use

2.2.1 Subscriber is solely responsible for prevention of unauthorized, unlawful, or fraudulent use of or access to Services, which use or access is expressly prohibited.

2.2.2 The Subscriber has no property right to the telephone number assigned by Company to the Subscriber. The Company may change Subscriber's number whenever the Company, in its sole discretion, deems it necessary to do so in the conduct of its business

Issued by: Ellis Falkoff, President  
U-Dial of Kentucky, Inc.  
800 E. Reelfoot Ave., Suite 200  
Union City, TN 38261

PUBLIC SERVICE COMMISSION  
OF KENTUCKY  
EFFECTIVE  
3/30/2006  
PURSUANT TO 807 KAR 5:011  
SECTION 9 (1)

By  2006  
Executive Director

TELECOMMUNICATIONS SERVICES

U-Dial of Kentucky, Inc.

Kentucky Tariff No. 1

5th Revised Page 4

Cancels 4th Revised Page 4

2.3 Call Blocking

Notwithstanding any other provision in this Tariff, the Company may block collect calls, third party calls, 1+ calls, 10XXXXX calls, 011 calls, and pay-per-use calls.

2.4 Reasons for Denying Service

If Subscriber does not have a jack at premises where Subscriber wants service, or if additional installation costs are incurred which Subscriber does not pay for in advance, the Company reserves the right not to provide service.

2.5 Payment of Services

Subscriber is responsible for payment of Non-Recurring Charges in advance and for payment of Recurring Charges before the Services are rendered for that month. The acceptable forms of payment are cash, certified funds, bank draft, MasterCard, Visa, and Western Union SwiftPay. The remittance address will be indicated on the monthly invoice.

2.6 Deposit (Reserved for future use)

2.7 Taxes and Mandated Charges

Subscriber is responsible for paying all taxes, including but not limited to, federal, state, local, franchise and excise, school, Emergency 911, municipal utilities, FCC access, federal universal service, FCC local number portability, TRS/TAP Sur-charge (\$.09 monthly), and Kentucky Lifeline Charge (\$.08 monthly). Taxes and mandated charges for Services will be billed by Company as separate line items on Subscriber's invoice and are not included in any rates set forth in this Tariff.

(N)  
(N)

2.8 Complaints

Subscriber may register a Company complaint at the following addresses or phone numbers:

U-Dial of Kentucky, Inc.  
800 E. Reelfoot Ave. #200  
Union City, TN 38261  
(731) 885-5888  
(800) 943-3007

KY Public Service Commission  
211 Sower Blvd.  
Frankfort, KY 40601  
(502) 564-3940  
(800) 772-4636

Issued by: Ellis Falkoff, President  
U-Dial of Kentucky, Inc.  
800 E. Reelfoot Ave., Suite 200  
Union City, TN 38261

PUBLIC SERVICE COMMISSION

OF KENTUCKY

EFFECTIVE

7/1/2006

PURSUANT TO 807 KAR 5:011

SECTION 9 (1)

By



15, 2006

Executive Director

**2.9 Limitation of Liability**

2.9.1 The Company's liability with respect to any action, claim, judgment, damages, demand, liability, or expense (i) brought or incurred by Subscriber, or by any other party in connection with the installation, provision, preemption, termination, maintenance, repair, or restoration of Services (including without limitation 911 Service and Directory Listing Service) or (ii) arising from any performance failure, will in no event exceed an amount equal to the Service Charges incurred by Subscriber for the month during which the Services were affected.

2.9.2 In no event will the Company be liable for loss of profits or for any indirect, incidental, special, consequential, exemplary or punitive damages whatsoever arising, directly or indirectly, from or in connection with the provision of Services (including 911 Service and Directory Listing Service).

2.9.3 The Company will not be liable for defacement of or damages to Subscriber's premises or for any other personal injury or death arising, directly or indirectly, from the furnishing of Services (including 911 Service and Directory Listing Service).

(T)

**2.10 Disclaimer**

The Company will have no liability to Subscriber, its employees, agents, subcontractors, or assignees, or to any other person for damages arising out of any underlying carrier's performance failure.

**2.11 Indemnification**

Subscriber shall indemnify and hold Company and its partners, officers, directors, employees and agents harmless from any and all actions, claims, judgments, damages, demands, liabilities, including attorneys' fees, arising from any loss, damage, or destruction of any property or any personal injury (including death) caused directly or indirectly from the installation, operation, or other use (or failure to use) of the Services.

PUBLIC SERVICE COMMISSION  
OF KENTUCKY  
EFFECTIVE  
3/30/2006  
PURSUANT TO 807 KAR 5:011  
SECTION 9 (1)

Issued by: Ellis Falkoff, President  
U-Dial of Kentucky, Inc.  
800 E. Reelfoot Ave., Suite 200  
Union City, TN 38261

By  14, 2006  
Executive Director

TELECOMMUNICATIONS SERVICES

U-Dial of Kentucky, Inc.

Kentucky Tariff No. 1  
2nd Revised Page 6  
Cancels 1st Revised Page 6

2.12 Force Majeure

The Company is excused from any performance failure due to causes beyond its reasonable control.

2.13 Full Force and Effect

Should any provision of this Tariff be held by a court or administrative agency of competent jurisdiction to be illegal, invalid, or unenforceable, the remaining provisions of this Tariff will remain in full force and effect.

2.14 Governing Law

This Tariff is to be governed by and construed in accordance with the rules and orders of the Kentucky Public Service and Commission and the laws of the State of Kentucky.


3 DESCRIPTION OF SERVICES

The Company offers prepaid, switched intrastate telecommunications service that permits Subscribers to establish communications between two locations within the State of Kentucky.

3.1 Prepaid Local Service. Subscriber will be provided a single, voice-grade communications channel, including a telephone number and a Directory Listing. The Company's Prepaid Service permits a Subscriber to (i) place calls within the local calling area, (ii) access 911 Service if available, and (iii) place calls to toll-free 800, 888, 877, and 866 phone numbers. The Company's Prepaid Service does not permit a Subscriber to originate calls to 0, 10XXXXX+0, 00, 0+, 10XXXXX+0+, 1+, 10XXXXX+1+, 1+555-1212, 1+NPA+555-1212, 411, 1+411, 0+411, 1+900, 976, 1+976, 011+, 01, 500 SERVICE. Pay-per-use calls, collect, and third party calls will be blocked by the Company.

3.2 Directory Listing Service. The Company will provide Subscriber a single directory listing consisting of the Subscriber's name, street address, and telephone number in the telephone directory published by the ILEC in the Subscriber's exchange area. In order for a listing to appear in the directory, a Subscriber must furnish the listing to the Company in time to meet the directory publishing schedule. (T)

Issued by: Ellis Falkoff, President  
U-Dial of Kentucky, Inc.  
800 E. Reelfoot Ave., Suite 200  
Union City, TN 38261

PUBLIC SERVICE COMMISSION  
OF KENTUCKY  
EFFECTIVE  
3/30/2006  
PURSUANT TO 807 KAR 5:011  
SECTION 9 (1)  
By  14, 2006  
Executive Director

TELECOMMUNICATIONS SERVICES

U-Dial of Kentucky, Inc.

Kentucky Tariff No. 1

5th Revised Page 7

Cancels 4th Revised Page 7

- 3.3 911 Emergency Service. 911 Service permits a Subscriber to reach police, fire, and medical services.

4 SERVICE PLANS

4.1 Basic Plan

- 4.1.1 Standard Features. Each Prepaid Local Residential Subscriber is provided with local exchange service or Area Plus.

- 4.1.2 Optional Features. Prepaid Local Residential Subscribers may select from the following optional features: (a) Call Forwarding, (b) Call Waiting, (c) Caller ID – Name and Number, (d) Non-Published Number, (e) Three-Way Calling, (f) Call Waiting Deluxe, (g) Call Return, (h) Repeat Dialing, (i) Call Block, (j) Call Trace, (k) 8 Code Speed Dialing, and (l) Anonymous Call Rejection.

(T)

- 4.1.3 Charges. The Company will charge a Subscriber applicable Non-Recurring Charges and Monthly Recurring Charges as specified in Section 6.1.

4.2 Essential Plan

(N)

- 4.2.1 Standard Features. Each Prepaid Local Residential Subscriber is provided with local calling plus Caller ID – Name and Number and Call Waiting Deluxe.

(N)

{N}

- 4.2.2 Optional Feature. Each Prepaid Local Residential Subscriber may select Non-Published Number.

(N)

(N)

- 4.2.3 Charges. The Company will charge a Subscriber Applicable Non-Recurring Charges and Monthly Recurring Charges as specified in Section 6.2.

(N)

(N)

(N)

4.3 Popular Plan

- 4.3.1 Standard Features. Each Prepaid Local Residential Subscriber is provided with local calling plus Caller ID Name and Number, Call Waiting Deluxe, Three-Way Calling, and Call Return.

- 4.3.2 Optional Feature. Prepaid Local Residential Subscribers may select Non-Published Number.

PUBLIC SERVICE COMMISSION  
OF KENTUCKY  
EFFECTIVE  
3/30/2006  
PURSUANT TO 807 KAR 5:011  
SECTION 9(1)

Issued by: Ellis Falkoff, President  
U-Dial of Kentucky, Inc.  
800 E. Reelfoot Ave., Suite 200  
Union City, TN 38261

By  14, 2006  
Executive Director

- 4.3.3 Charges. The Company will charge a Subscriber applicable Non-Recurring Charges and Monthly Recurring Charges as specified in Section 6.3.

4.4 Premier Plan

- 4.4.1 Standard Features. Each Prepaid Local Residential Subscriber is provided with local or extended local calling plus all features listed in Paragraph 4.1.2, excluding Call Waiting and Non-Published Number.
- 4.4.2 Optional Feature. Prepaid Local Residential Subscriber may select Non-Published Number.
- 4.4.3 Charges. The Company will charge a Subscriber applicable Non-Recurring Charges and Monthly Recurring Charges as specified in Section 6.4.

4.5 Deluxe Plan

- 4.5.1 Standard Features. Each Prepaid Local Residential Subscriber is provided with extended local calling plus all features listed in Paragraph 4.1.2, excluding Call Waiting and Non-Published Number. (T) (T) (T)
- 4.5.2 Optional Feature. Prepaid Local Residential Subscriber may select Non-Published Number. (T) (T)
- 4.5.3 Charges. The Company will charge a Subscriber applicable Non-Recurring Charges and Monthly Recurring Charges as specified in Section 6.5. (T) (T) (T)

5 CHARGES


5.1 Returned Check/Returned Bank Draft Charge

The Subscriber will be charged twenty dollars (\$20.00) or the applicable statutory returned check charge, whichever is greater, whenever a check or bank draft presented for payment of Services is dishonored by the institution upon which it is drawn.

5.2 Pro-Rate of Second Month's Invoice

The second month's invoice will be billed as follows:

Issued by: Ellis Falkoff, President  
U-Dial of Kentucky, Inc.  
800 E. Reelfoot Ave., Suite 200  
Union City, TN 38261

PUBLIC SERVICE COMMISSION  
OF KENTUCKY  
EFFECTIVE  
3/30/2006  
PURSUANT TO 807 KAR 5:011  
SECTION 9 (1)  
By  14, 2006  
Executive Director



# TELECOMMUNICATIONS SERVICES

U-Dial of Kentucky, Inc.

Kentucky Tariff No. 1

8th Revised Page 9  
Cancels 7th Revised Page 9

A X B/C where

A = number of days of service  
B = flat monthly service  
C = 30 (number of days in a month).

## 5.3 Transferring, Changing or Canceling Service

Company reserves right not to refund money already paid by Subscriber for Service when Subscriber moves, transfers, changes, or cancels Service. A Non-Recurring Transfer Charge shall apply when a current or recently disconnected Subscriber moves from one location to another within a thirty (30) day period.

## 5.4 Promotions

The Company shall waive the line connection or conversion of working number for a new Subscriber on these plans: Essential, Popular, and Premier Plan with Area Plus. To qualify for this Promotion, the Subscriber must never have had service with Company. This promotion shall expire on December 31, 2006. Company reserves the right to discontinue or modify this promotion at any time without customer notice.

## 6 RATES FOR LOCAL EXCHANGE SERVICE

### 6.1 Prepaid Local Residential Phone Service – Basic Plan

#### 6.1.1 Non-Recurring Charges

|                              |          |
|------------------------------|----------|
| Line Connection              | \$ 39.95 |
| Conversion of Working Number | 9.95     |
| Add/Change/Delete            | 14.95    |
| Line Change                  | 34.95    |
| Transfer                     | 44.95    |

#### 6.1.2 Recurring Charges

##### 6.1.2.A Monthly Service

Local Service  
Area Plus

\$ 32.95

49.95

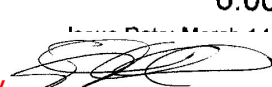
##### 6.1.2.B Optional Features

Anonymous Call Rejection  
Call Waiting

\$ 5.00

6.00

Issued by: Ellis Falkoff, President  
U-Dial of Kentucky, Inc.  
800 E. Reelfoot Ave., Suite 200  
Union City, TN 38261

PUBLIC SERVICE COMMISSION  
OF KENTUCKY  
EFFECTIVE  
3/30/2006  
PURSUANT TO 807 KAR 5:011  
SECTION 9 (1)  
2006  
By   
Executive Director

|                             |       |
|-----------------------------|-------|
| Non-Published Number        | 5.00  |
| Repeat Dialing              | 5.00  |
| Call Forwarding             | 6.00  |
| Three-Way Calling           | 6.00  |
| Call Return                 | 5.00  |
| 8 Code Speed Calling        | 5.00  |
| Call Block                  | 5.00  |
| Call Trace                  | 5.00  |
| Call Waiting Deluxe         | 7.00  |
| Caller ID - Name and Number | 10.00 |

6.2 Prepaid Local Residential Phone Service - Essential Plan (N)

6.2.1 Non-Recurring Charges (N)

|                              |          |     |
|------------------------------|----------|-----|
| Line Connection              | \$ 39.95 | (N) |
| Conversion of Working Number | 9.95     | (N) |
| Add/Change/Delete            | 14.95    | (N) |
| Line Change                  | 34.95    | (N) |
| Transfer                     | 44.95    | (N) |

6.2.2 Recurring Charges (N)

6.2.2.A Monthly Service (N)

|               |          |     |
|---------------|----------|-----|
| Local Service | \$ 39.95 | (N) |
|---------------|----------|-----|

6.2.2.B Optional Feature (N)

|                      |         |     |
|----------------------|---------|-----|
| Non-Published Number | \$ 5.00 | (N) |
|----------------------|---------|-----|

6.3 Prepaid Local Residential Phone Service - Popular Plan

6.3.1 Non-Recurring Charges

|                              |          |
|------------------------------|----------|
| Line Connection              | \$ 39.95 |
| Conversion of Working Number | 9.95     |
| Add/Change/Delete            | 14.95    |
| Line Change                  | 34.95    |
| Transfer                     | 44.95    |

6.3.2 Recurring Charges

6.3.2.A Monthly Service

|               |          |
|---------------|----------|
| Local Service | \$ 42.95 |
|---------------|----------|

Issued by: Ellis Falkoff, President  
U-Dial of Kentucky, Inc.  
800 E. Reelfoot Ave., Suite 200  
Union City, TN 38261

PUBLIC SERVICE COMMISSION  
OF KENTUCKY  
EFFECTIVE  
3/30/2006  
PURSUANT TO 807 KAR 5:011  
SECTION 9 (1)

By  14, 2006  
Executive Director

6.3.2.B Optional Feature

Non-Published Number \$ 5.00

6.4 Prepaid Local Residential Phone Service – Premier Plan with Area Plus (T)  
(T)

6.4.1 Non-Recurring Charges

|                              |          |
|------------------------------|----------|
| Line Connection              | \$ 39.95 |
| Conversion of Working Number | 9.95     |
| Add/Change/Delete            | 14.95    |
| Line Change                  | 34.95    |
| Transfer                     | 44.95    |

6.4.2 Recurring Charges

6.4.2.A Monthly Service

Area Plus \$59.95

6.4.2.B Optional Feature

Non-Published Number \$ 5.00

6.5 Prepaid Local Residential Phone Service – Deluxe Plan

6.5.1 Non-Recurring Charges

|                              |          |     |
|------------------------------|----------|-----|
| Line Connection              | \$ 39.95 | (I) |
| Conversion of Working Number | 9.95     |     |
| Add/Change/Delete            | 14.95    |     |
| Line Change                  | 34.95    |     |
| Transfer                     | 44.95    | (I) |

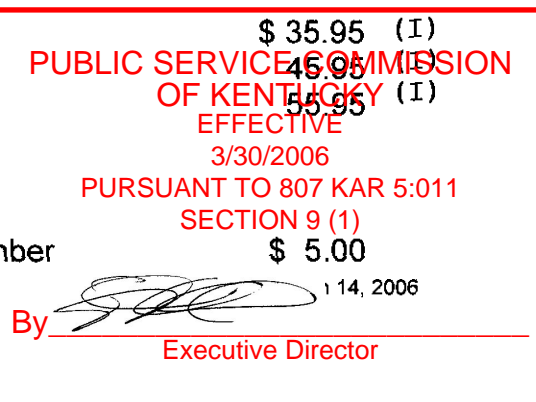
6.5.2 Recurring Charges

6.5.2.A Monthly Service

|        |          |     |
|--------|----------|-----|
| Zone 1 | \$ 35.95 | (I) |
| Zone 2 | 46.95    |     |
| Zone 3 | 55.95    | (I) |

6.5.2.B Optional Feature

Non-Published Number \$ 5.00



TELECOMMUNICATIONS SERVICES

U-Dial of Kentucky, Inc.

Kentucky Tariff No. 1  
Original Page 10.2

7 BILL SAMPLE

(M)

For a copy of the Company's billing form, see the following page.

(M)

Issued by: Ellis Falkoff, President  
U-Dial of Kentucky, Inc.  
800 E. Reelfoot Ave., Suite 200  
Union City, TN 38261

PUBLIC SERVICE COMMISSION  
OF KENTUCKY  
EFFECTIVE  
3/30/2006  
PURSUANT TO 807 KAR 5:011  
SECTION 9 (1)

By  March 14, 2006  
Executive Director

U-Dial of Kentucky

**Invoice**

800 E Reelfoot Ave - Suite 200  
 Union City, TN 38261  
 (731) 885-5888  
 (800) 943-3007

DATE

7/15/2003

## BILL TO

JOHN DOE  
 XXX STREET  
 ANYWHERE, USA

## TERMS

Due end of month


| DESCRIPTION                              | AMOUNT |
|--|--------|
| Monthly Service                          | 32.95T |
| FCC Access Charge                        | 6.50T  |
| Federal Universal Service Charge         | 0.65T  |
| FCC Local Number Portability             | 0.35T  |
| Emergency 911                            | 1.00   |
| Federal Tax                              | 1.21   |
| KY State Tax                             | 1.98   |
| School Tax                               | 1.21   |
| TRS/TDD Surcharge                        | 0.10   |
| KY Lifeline Charge                       | 0.05   |
| Out-of-state sale, exempt from sales tax | 0.00   |

**PUBLIC SERVICE COMMISSION  
 OF KENTUCKY  
 EFFECTIVE  
 03/11/2005  
 PURSUANT TO 807 KAR 5:011  
 SECTION 9 (1)**

Failure to pay by date(s) listed above may result in disconnection. Thank you for your business!

**Total****\$46.00**

Issued by: Ellis Falkoff, President  
 U-Dial of Kentucky, Inc.  
 800 E. Reelfoot Ave., Suite 200  
 Union City, TN 38261

By  **Effective Date: February 9, 2005**  
**Exempt from Sales Tax**  
**Effective Date: March 11, 2005**